GOVERNMENT OF INDIA
COMPANY AFFAIRS
LOK SABHA

UNSTARRED QUESTION NO:1546
ANSWERED ON:01.12.2006
TRANSFER OF DIVIDEND TO IEPF
Veerendra Kumar Shri M.P.

Will the Minister of COMPANY AFFAIRS be pleased to state:

(a) Whether the Government has received representations against the decision to transfer dividends remaining unpaid for seven years to Investors Education and Protection Fund ;

(b) If so, the details thereof; and

(c) The action taken by the Government thereon ?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF COMPANY AFFAIRS(SHRI PREM CHAND GUPTA)

(a) Yes, Sir.

(b) The Government has received 13 (thirteen) claims from individuals and companies for refund of monies credited to IEPF on account of unpaid/unclaimed matured debentures, fixed deposits, bonds, share application money etc.

(c) The explanation to Section 205C(2) of the Companies Act, 1956 provides that no claim shall lie against the Fund or the company in respect of individual amounts which were unclaimed and unpaid for a period of seven years from the dates that they first became due for payment and no payment shall be made in respect of any such claims.